

Bank: JSC "Liberty Bank"

Date: 30-Jun-16

sheet N1

Balance Sheet *

in lari

N	ASSETS	Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Cash	85,633,774	34,801,474	120,435,248	88,818,914	42,278,082	131,096,996
2	Due from NBG	42,469,576	187,723,555	230,193,131	63,194,880	187,770,706	250,965,586
3	Due from Banks	716,385	124,888,391	125,604,776	578,251	29,370,679	29,948,930
4	Dealing Securities	0	0	0	0	0	0
5	Investment Securities	199,686,382	0	199,686,382	198,453,577	0	198,453,577
6.1	Loans	772,301,007	24,040,496	796,341,504	777,647,736	30,684,189	808,331,925
6.2	Less: Loan Loss Reserves	(73,740,843)	(2,528,667)	(76,269,510)	(70,731,581)	(2,412,355)	(73,143,937)
6	Net Loans	698,560,164	21,511,830	720,071,994	706,916,155	28,271,833	735,187,988
7	Accrued Interest and Dividends Receivable	12,177,639	345,130	12,522,769	12,328,375	778,428	13,106,803
8	Other Real Estate Owned & Repossessed Assets	647,299	X	647,299	448,800	X	448,800
9	Equity Investments	147,088	140,583	287,671	1,634,275	0	1,634,275
10	Fixed Assets and Intangible Assets	149,427,883	X	149,427,883	138,043,368	X	138,043,368
11	Other Assets	18,346,325	9,324,040	27,670,365	49,615,999	5,274,113	54,890,112
12	TOTAL ASSETS	1,207,812,515	378,735,003	1,586,547,518	1,260,032,594	293,743,841	1,553,776,435
	LIABILITIES						
13	Due to Banks	761,996	1,958,296	2,720,292	744,301	940,521	1,684,822
14	Current (Accounts) Deposits	416,040,045	98,218,720	514,258,765	510,722,244	65,151,308	575,873,552
15	Demand Deposits	85,470,369	54,989,823	140,460,192	76,138,449	47,409,093	123,547,542
16	Time Deposits	424,137,013	193,768,380	617,905,393	396,576,927	214,806,640	611,383,567
17	Own Debt Securities	0	1,199,023	1,199,023	47,000	56,207	103,207
18	Borrowings	0	0	0	0	0	0
19	Accrued Interest and Dividends Payable	5,154,488	3,104,792	8,259,280	5,513,180	4,097,388	9,610,568
20	Other Liabilities	51,292,287	2,351,034	53,643,321	15,647,567	2,698,507	18,346,074
21	Subordinated Debentures	16,175,800	67,052,071	83,227,871	12,545,000	29,935,725	42,480,725
22	Total Liabilities	999,031,998	422,642,139	1,421,674,137	1,017,934,668	365,095,389	1,383,030,057
	EQUITY CAPITAL						
23	Common Stock	54,233,137	X	54,233,137	53,382,980	X	53,382,980
24	Preferred Stock	61,391	X	61,391	61,391	X	61,391
25	Less: Repurchased Shares	(10,454,283)	X	(10,454,283)	0	X	0
26	Share Premium	39,952,249	X	39,952,249	48,211,133	X	48,211,133
27	General Reserves	1,694,028	X	1,694,028	1,694,028	X	1,694,028
28	Retained Earnings	58,874,629	X	58,874,629	46,666,464	X	46,666,464
29	Asset Revaluation Reserves	20,512,230	X	20,512,230	20,730,382	X	20,730,382
30	Total Equity Capital	164,873,381	X	164,873,381	170,746,378	X	170,746,378
31	TOTAL LIABILITIES AND EQUITY CAPITAL	1,163,905,379	422,642,139	1,586,547,518	1,188,681,046	365,095,389	1,553,776,435

* Non-audited data presented in accordance of the regulations of NBG

Bank: JSC "Liberty Bank"

Date: 30-Jun-16

sheet N2

Income Statement *

in lari

N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
Interest Income							
1	Interest Income from Bank's "Nostro" and Deposit Accounts	1,787,315	38,421	1,825,736	1,639,682	38,888	1,678,570
2	Interest Income from Loans	98,062,322	1,865,650	99,927,972	101,890,931	2,603,136	104,494,067
2.1	from the Interbank Loans	244,745		244,745	239,033		239,033
2.2	from the Retail or Service Sector Loans	58,232	21,356	79,588	371,672	89,893	461,565
2.3	from the Energy Sector Loans						0
2.4	from the Agriculture and Forestry Sector Loans	9,479		9,479			0
2.5	from the Construction Sector Loans			0	42,824		42,824
2.6	from the Mining and Mineral Processing Sector Loans			0			0
2.7	from the Transportation or Communications Sector Loans			0			0
2.8	from Individuals Loans	97,462,924	1,785,935	99,248,859	100,423,830	2,117,247	102,541,077
2.9	from Other Sectors Loans	286,942	58,359	345,301	813,572	395,996	1,209,568
3	Fees/penalties income from loans to customers	7,052,205	173,990	7,226,195	5,909,988	212,645	6,122,633
4	Interest and Discount Income from Securities	8,136,140		8,136,140	8,439,322	0	8,439,322
5	Other Interest Income	23,521	1,726	25,247	44,453	9,604	54,057
6	Total Interest Income	115,061,503	2,079,787	117,141,290	117,924,376	2,864,273	120,788,649
Interest Expense							
7	Interest Paid on Demand Deposits	18,382,713	3,071,893	21,454,606	22,579,644	2,256,315	24,835,959
8	Interest Paid on Time Deposits	26,517,085	5,003,568	31,520,653	23,895,829	6,383,383	30,279,212
9	Interest Paid on Banks Deposits	108,375	656	109,031	18,881	1,371	20,252
10	Interest Paid on Own Debt Securities	1,383,096	3,410,912	4,794,008	896,782	1,438,323	2,335,105
11	Interest Paid on Other Borrowings	1,020,168		1,020,168	112,194	0	112,194
12	Other Interest Expenses		267	267	0	308	308
13	Total Interest Expense	47,411,437	11,487,296	58,898,733	47,503,330	10,079,700	57,583,030
14	Net Interest Income	67,650,066	(9,407,509)	58,242,557	70,421,046	(7,215,427)	63,205,619
Non-Interest Income							
15	Net Fee and Commission Income	22,777,392	494,465	23,271,857	17,507,892	1,028,075	18,535,967
15.1	Fee and Commission Income	25,088,031	2,437,542	27,525,573	19,189,509	2,556,271	21,745,780
15.2	Fee and Commission Expense	2,310,639	1,943,077	4,253,716	1,681,617	1,528,196	3,209,813
16	Dividend Income			0	0	0	0
17	Gain (Loss) from Dealing Securities			0	0	0	0
18	Gain (Loss) from Investment Securities	2,128	9,324	11,452	28,880	13,472	42,352
19	Gain (Loss) from Foreign Exchange Trading	4,189,499		4,189,499	14,694,402		14,694,402
20	Gain (Loss) from Foreign Exchange Translation	(2,779,464)		(2,779,464)	(10,863,879)		(10,863,879)
21	Gain (Loss) on Sales of Fixed Assets	1,349,008		1,349,008	0	0	0
22	Non-Interest Income from other Banking Operations	2,880		2,880	5,565	198	5,763
23	Other Non-Interest Income	695,714	224,555	920,269	625,288	126,744	752,032
24	Total Non-Interest Income	26,237,157	728,344	26,965,501	21,998,148	1,168,489	23,166,637
Non-Interest Expenses							
25	Non-Interest Expenses from other Banking Operations	26,147		26,147	26,340	0	26,340
26	Bank Development, Consultation and Marketing Expenses	4,263,909	444,203	4,708,112	3,944,620	275,086	4,219,706
27	Personnel Expenses	34,339,146		34,339,146	28,836,291		28,836,291
28	Operating Costs of Fixed Assets	636,048		636,048	538,144		538,144
29	Depreciation Expense	9,397,315		9,397,315	7,464,579		7,464,579
30	Other Non-Interest Expenses	13,409,734	112,697	13,522,431	11,866,908	44,326	11,911,234
31	Total Non-Interest Expenses	62,072,299	556,900	62,629,199	52,676,882	319,412	52,996,294
32	Net Non-Interest Income	(35,835,142)	171,444	(35,663,698)	(30,678,734)	849,077	(29,829,657)
33	Net Income before Provisions	31,814,924	(9,236,065)	22,578,859	39,742,312	(6,366,350)	33,375,962
34	Loan Loss Reserve	8,140,680	X	8,140,680	18,685,600	X	18,685,600
35	Provision for Possible Losses on Investments and Securities	1,569,877	X	1,569,877	0	X	0
36	Provision for Possible Losses on Other Assets	108,786	X	108,786	433,010	X	433,010
37	Total Provisions for Possible Losses	9,819,343	0	9,819,343	19,118,610	0	19,118,610
38	Net Income before Taxes and Extraordinary Items	21,995,581	(9,236,065)	12,759,516	20,623,702	(6,366,350)	14,257,352
39	Taxation			0			0
40	Net Income after Taxation	21,995,581	(9,236,065)	12,759,516	20,623,702	(6,366,350)	14,257,352
41	Extraordinary Items			0			0
42	Net Income	21,995,581	(9,236,065)	12,759,516	20,623,702	(6,366,350)	14,257,352

* Non-audited data presented in accordance of the regulations of NBC

Bank: JSC "Liberty Bank"

Date: 30-Jun-16

sheet N3

Off Balance Sheet Items

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N		Reporting Period			Respective period of the previous year		
		GEL	FX	Total	GEL	FX	Total
1	Conditional Obligations	1,098,386,636	532,810,918	1,631,197,554	1,895,790,567	299,117,652	2,194,908,219
1.1	Acceptances and Endorsements			0			0
1.2	Guarantees Given	893,021	296,872	1,189,893	3,104,124	239,133	3,343,257
1.3	Guarantees Received		230,667	230,667		994,793	994,793
1.4	Pledged Assets Given	75,500,000	59,596,925	135,096,925		61,616,934	61,616,934
1.5	Pledged Assets Received	1,021,993,615	472,686,454	1,494,680,069	1,892,686,443	236,266,792	2,128,953,235
1.6	Other Contingent Liabilities			0			0
2	Legally Binding Obligations	81,970,715	35,502,848	117,473,563	84,976,787	71,297,603	156,274,390
2.1	Funding Commitments of the Bank	30,048,324	338,366	30,386,690	29,887,325	359,131	30,246,456
2.2	Funding Commitments of other Parties			0			0
2.3	Commitments to Purchase Investment Securities			0			0
2.4	Commitments to Sell Investment Securities			0			0
2.5	Foreign Exchange Operations		33,880,469	33,880,469		69,363,927	69,363,927
2.6	Forward Foreign Exchange Contracts	51,922,391	1,284,013	53,206,404	55,089,462	1,574,545	56,664,007
2.7	Other Commitments			0			0
3	Other Liabilities	893,021	296,872	1,189,893	3,104,124	239,133	3,343,257
3.1	Obligation Of the Issuer (endorser) to the Bank			0			0
3.2	Clients' Liabilities	893,021	296,872	1,189,893	3,104,124	239,133	3,343,257
3.3	Third Parties' Clients' Liability to the Bank			0			0
4	Items to be Held in Safekeeping	573,381	0	573,381	563,715	0	563,715
4.1	Precious Metals			0			0
4.2	Securities			0			0
4.3	Other Items	573,381		573,381	563,715		563,715
5	Interest Rate Contracts	0	0	0	0	0	0
5.1	Notional Value of Interest Rate Swaps			0			0
5.2	Forward Contracts on Financial Instruments			0			0
5.3	Futures Contracts on Financial Instruments			0			0
5.4	Options			0			0
6	Contracts on Commodities and Shareholders Capital	0	0	0	0	0	0
6.1	Notional Value of Swaps			0			0
6.2	Forward Contracts			0			0
6.3	Futures Contracts			0			0
6.4	Options			0			0
7	Unsettled Documents	805,827,063	0	805,827,063	678,926,915	0	678,926,915
7.1	Accounting Documents not Paid in due Time by Reason of Client	805,827,063		805,827,063	678,926,915		678,926,915
7.2	Accounting Documents not Paid in due Time by Reason of Bank			0			0
7.3	Unissued Capital			0			0
8	Written Off Loans	120,447,251	33,201,261	153,648,512	89,378,747	30,943,434	120,322,181
8.1	Unpaid Interest on Loans up to 31.12.2000	2,179,002		2,179,002	2,179,002		2,179,002
8.2	Unpaid Interest on Loans from to 01.01.2001	46,809,185	4,771,222	51,580,407	31,504,950	3,764,477	35,269,427
8.3	Problem Loans Written off up to 31.12.2000	3,219,201		3,219,201	3,219,201		3,219,201
8.4	Problem Loans Written off up to 01.01.2001	45,562,237	27,912,477	73,474,714	29,755,070	26,666,107	56,421,177
8.5	Other Written Off Assets	22,677,626	517,562	23,195,188	22,720,524	512,850	23,233,374
9	Other Valuables and Documents	2,056,655	0	2,056,655	2,050,420	0	2,050,420
9.1	Undistributed value parcels			0			0
9.2	Small value inventory	1,987,991		1,987,991	1,987,981		1,987,981
9.3	Strict reporting forms	68,664		68,664	62,439		62,439
9.4	Payment of Special Lottery			0			0
10	Total	2,110,154,722	601,811,899	2,711,966,621	2,754,791,275	401,597,822	3,156,389,097

* Non-audited data presented in accordance of the regulations of NBS

Bank: JSC "Liberty Bank"

Date: 30-Jun-16

sheet N4

Economic Ratios

		Reporting Period	Respective period of the previous year
	CAPITAL		
1	Tier 1 Capital Ratio \geq 7.2%	12.57%	12.83%
2	Regulatory Capital Ratio \geq 10.8%	21.62%	19.29%
3	Risk Weighted Assets/Total Assets	55.65%	59.31%
4	Cash Dividend/Net Income	0.00%	0.00%
	Income		
5	Total Interest Income /Average Annual Assets	15.16%	15.65%
6	Total Interest Expense / Average Annual Assets	7.62%	7.46%
7	Earnings from Operations / Average Annual Assets	3.11%	5.73%
8	Net Interest Margin	7.54%	8.19%
9	Return on Average Assets (ROA)	1.65%	1.85%
10	Return on Average Equity (ROE)	16.17%	17.20%
	ASSET QUALITY		
11	Non Performed Loans / Total Loans	9.23%	8.56%
12	LLR/Total Loans	9.58%	9.05%
13	FX Loans/Total Loans	3.02%	3.80%
14	FX Assets/Total Assets	23.87%	18.91%
15	Loan Growth-YTD	11.70%	6.39%
	LIQUIDITY		
16	Liquid Assets/Total Assets	46.60%	41.26%
17	FX Liabilities/Total Liabilities	29.73%	26.40%
18	Current & Demand Deposits/Total Assets	41.27%	45.01%

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Bank: JSC "Liberty Bank"

Date: 30-Jun-16

sheet N5

Information about Supervisory Board, Directorate and Shareholders

Members of Supervisory Board		
1	Vladimer Gurgenzidze	
2	Malik Ishmuratov	
3	Alexey Yusfin	
4	Martin Paul Graham	
5	Nurlan Abduov	
Members of Board of Directors		
1	Aleksii Khoroshvili	
2	Zurab Tsulaia	
3	Aleksander Liparteliani	
4	Armen Matevosyan	
5	David Verulashvili	
6	David melikidze	
7	Taras (Tato) Chantladze	
List of Shareholders owning 1% and more of issued capital, indicating Shares		
1	„Liberty Holding Georgia "LLC	73.02%
2	BNY Limited (Nominees)	12.79%
3	Vladimer Gurgenzidze	4.79%
4	ELVIN Solutions Limited	1.66%
5	OLIVE Capital Management Ltd	1.20%
6	Jaap Willem Rotgans	1.01%
7	Other (2688)	5.53%
List of bank beneficiaries indicating names of direct or indirect holders of 5% or more of shares		
1	Denis Korotkov-Koganovich	24.88%
2	Malik Ishmuratov	24.88%
3	BNY Limited (Nominees)	12.59%
4	Nurlan Abduov	24.88%

**BNY (Nominees) Limited - holds bank's shares in the frames of depositary intake program, in accordance with the signed deposit agreement with The Bank of New York*